§841.411

has the requisite 1,000 or 500 in the category of employees under consideration.

§841.411 Appeals procedure.

- (a) A Government-wide normal cost percentage is presumed to apply to all agencies. Any agency appealing application of a Government-wide normal cost percentage to any category of employees in its workforce must demonstrate to the satisfaction of the Board that the normal cost percentage for that category of employees in that agency is significantly different from the Government-wide normal cost percentage.
- (b) While an agency has an appeal pending, the Government-wide normal cost percentage continues to apply to that agency.
- (c) The Board cannot consider an appeal unless all the documents required for a petition for appeal under §841.410(a) are filed before expiration of the time limit for an appeal.
- (d) The Board cannot sustain an appeal unless the Board finds that—
- (1) The data used in the agency's actuarial analysis are sufficient and reliable (As a general rule, at least 5 years of data pertaining to any group of employees must be analyzed before the results are considered sufficient and reliable.):
- (2) The assumptions used in the agency's actuarial analysis are justified;
- (3) When all relevant factors are considered together, there is a demonstrated difference between the normal cost for the group at issue in the appeal and the normal cost for the same group calculated on a Government-wide basis; and
- (4) The difference between the Government-wide normal cost percentage and the single agency rate would be at least 10 percent of the normal cost being appealed.

§841.412 Rates determined by appeal.

- (a) If the Board finds that a different normal cost is warranted based on an agency appeal, it will establish a single agency rate for the category of employees in that agency.
- (b) The single agency rate will be effective at the beginning of the first pay

period beginning 30 days after the date of the Board's decision.

- (c) A single agency rate may be higher or lower than the Government-wide rate and will remain in force for not less than 3 years.
- (d) After a single agency rate has been in force for at least 3 years, OPM may—
- (1) Require, no more often than annually, that the agency justify continuation of the rate; and/or
- (2) When it publishes a notice of normal cost percentages under §841.407, terminate the single agency rate.

§841.413 Determinations of amount due from each agency.

- (a) For each pay period, each agency will determine the total amount of basic pay paid to employees in each category of employees.
- (b) For each category of employees, the amount due from each agency for a pay period is the product of—
- (1) The total amount of basic pay of employees in that category of employees in that agency; and
 - (2) The normal cost percentage.

[51 FR 47187, Dec. 31, 1986, as amended at 52 FR 25196, July 6, 1987]

Subpart E—Employee Deductions and Government Contributions

Source: 52 FR 2057, Jan. 16, 1987, unless otherwise noted.

§841.501 Purpose.

This subpart contains regulations concerning deductions from employees' pay and government contributions for FERS coverage.

§841.502 Definitions.

In this subpart—

Employee means employee as defined in §842.102 of this chapter or Member as defined in section 8401(20) of title 5, United States Code.

Employee deduction means the portion of the normal cost of FERS coverage which is deducted from an employee's basic pay.

FERS means chapter 84 of title 5, United States Code.

Fund means the Civil Service Retirement and Disability Fund.